BEFORE

THE PUBLIC SERVICE COMMISSION OF

SOUTH CAROLINA

DOCKET NO. 96-281-E - ORDER NO. 96-657

SEPTEMBER 19, 1996

IN RE: Petition of South Carolina Electric) ORDER & Gas Company for Approval of Agreement) SETTING Between SCE&G and The City of Charleston, South Carolina for Cessation of its Transit) Operations in the City and Transfer of Equipment and Inventory to the City for use in undertaking the Provision of the Transportation Services.

This matter comes before the Public Service Commission of South Carolina (the Commission) on the Petition of South Carolina Electric & Gas Company (SCE&G) for approval of an agreement between it and the City of Charleston (the City) for cessation of its transit operations in the City and transfer of equipment and inventory to the City for use in undertaking the provision of the transportation services.

We have examined the matter, and believe that a public hearing should be held on it, after due notice. SCE&G is ordered to produce a witness or witnesses with regard to the transfer. SCE&G may proceed with the transfer of the operation of the Charleston Transit System at the parties own risk, subject to Commission action. The subject of the hearing to be held will be the relief requested and the matters contained in SCE&G's Petition for Relief.

This Order shall remain in full force and effect until further Order of the Commission.

BY ORDER OF THE COMMISSION:

Chairman

ATTEST:

Executive Director

(SEAL)